

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



November 27, 2018

Jeffrey T. Linam
Vice President of Rates & Regulatory
California-American Water Company
4701 Beloit Drive
Sacramento, CA 95838-2434

Dear Mr. Linam,

The Commission has approved California-American Water Company's Advice Letter No. 1217, filed on November 2, 2018, regarding the 2018 Los Angeles purchased water surcharge increase applicable to the Los Angeles District.

Enclosed are copies of the following revised tariff sheets for the utility's files:

<u>P.U.C. Sheet No.</u>	<u>Title of Sheet</u>
8852-W	Schedule No. LA-1 Los Angeles County District Tariff Area GENERAL METERED SERVICE
8853-W	Schedule No. LA-3M (continued) Los Angeles District Tariff Area MEASURED IRRIGATION SERVICE
8854-W	TABLE OF CONTENTS (Continued) (Page 2)
8855-W	TABLE OF CONTENTS (Page 1)

Please contact Bradley Leong at 415-703-2307, if you have any questions.

Thank you,

/s/ROBIN BRYANT

Robin Bryant
Water & Sewer Advisory Branch
Water Division

Enclosures



4701 Beloit Drive
Sacramento, CA 95838
www.amwater.com

P (916)-568-4251
F (916) 568-4260

November 2, 2018

ADVICE LETTER NO. 1217

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

California American Water Company (U210W) hereby submits for filing the following tariff sheets applicable to its Los Angeles District which are attached hereto:

<u>C.P.U.C. Sheet No.</u>	<u>Title of Sheet</u>	<u>Canceling Sheet No.</u>
8852-W	Schedule No. LA-1 Los Angeles County District Tariff Area GENERAL METERED SERVICE	8765-W
8853-W	Schedule No. LA-3M (continued) Los Angeles District Tariff Area MEASURED IRRIGATION SERVICE	8766-W
8854-W	TABLE OF CONTENTS (Continued) (Page 2)	8846-W
8855-W	TABLE OF CONTENTS (Page 1)	8851-W

PURPOSE:

In accordance with Section 7.3.1 of the Water Industry Rules under General Order (GO) 96-B and section 454 of the Public Utilities Code, California American Water is seeking authority to offset Purchased Water Expenses it incurs from the various water wholesalers that supply water to its Los Angeles District Service Areas. These various water wholesalers recently increased rates to California American Water. California American Water requests that the full increase be offset in base rates to account for annual change in purchased water cost.

BACKGROUND:

California American Water serves approximately 27,700 customers in the Los Angeles Area, which includes Baldwin Hills, Duarte, and San Marino.

The increase in water rates resulted in a \$2,379,933 annual increase in purchased water expense to California American Water, plus a corresponding increase of \$14,213 in uncollectible for a total increase of \$2,394,146. This increase is directly related to water

consumption and thus should be applied to the quantity rate. The resulting incremental increase by service area is as follows:

Service Area	Surcharge Per CGL
Baldwin Hills	\$0.0596
Duarte	\$0.1351
San Marino	\$0.0649

REQUEST:

California American Water is requesting authorization to increase the quantity rates on its Baldwin Hills Service Area Customer by \$0.0109 for a new total of \$.0596, on its Duarte Service Area Customers by \$0.0681 for a new total of \$.1351, and on its San Marino Service Area by \$0.0334 for a new total of \$.0649 in order to properly recover the increased purchased water expense it incurs from all of the various water wholesalers that supply water to California American Water's Los Angeles Districts Service Areas.

The offset requested represents an increase of \$2,394,146 or 6.85% over the latest revenue requirement provided and approved by the Commission in D. 15-04-007.

SERVICE LIST:

Pursuant with Section 4.3 of the General Order 96-B, a copy of this advice letter is being sent to those entities listed in the attached service list. Copies of the detailed workpapers and the documents supporting this advice letter have been furnished to the Commission Staff, as well.

EFFECTIVE DATE:

California American Water submits this as a Tier 1 advice letter and requests an effective date of November 2, 2018.

RESPONSE OR PROTEST:

Anyone may submit a response or protest for this Advice Letter. When submitting a response or protest **please include the utility name and Advice Letter number in the subject line.**

A response supports the filing and may contain information that proves useful to the Commission in evaluating the Advice Letter. A protest objects to the Advice Letter in whole or in part and must set forth the specific grounds on which it is based. These grounds² are:

1. The utility did not properly serve or give notice of the AL;
 2. The relief request in the AL would violate statute or Commission order, or is not authorized by statute or Commission order on which the utility relies;
 3. The analysis, calculations, or data in the AL contain material error omissions;
 4. The requested in the AL is pending before the Commission in a formal proceeding;
- or

5. The relief requested in the AL requires consideration in a formal hearing, or is otherwise inappropriate for the AL process; or
6. The relief requested in the AL is unjust, unreasonable, or discriminatory, providing that such a protest may not be made where it would require relitigating a prior order of the Commission.

A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

DWA must receive a response or protest via email (or postal mail) within 20 days of the date the AL is filed. When submitting a response or protest, **please include the name of the utility and the advice letter number in the subject line.**

The addresses for submitting a response or protest are:

Email address:

Water.Division@cpuc.ca.gov

Mailing address:

CA Public Utilities Commission
Division of Water
505 Van Ness Avenue
San Francisco, CA 94102

On the same date the response or protest is submitted to the Water Division, the respondent or protestant shall send a copy by mail (or email) to us, addressed to:

Email Address:

lakhjit.thind@amwater.com

sarah.leeper@amwater.com

ca.rates@amwater.com

Mailing Address:

4701 Beloit Drive
Sacramento, CA 95838

333 Hayes Street, Ste. 202
San Francisco, CA 94102

4701 Beloit Drive
Sacramento, CA 95838

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform the Water Division, within 20 days protest period, so that a late filed protest can be entertained. The informing document should include an estimate of the date the protest might be voted on.

REPLIES:

The utility shall reply to each protest and may reply to any response. Any reply must be received by DWA within five business days after the end of the protest period, and shall be served on the same day on each person who filed the protest or response to the AL.

The actions requested in this advice letter are not now the subject of any formal filings with the California Public Utilities Commission, including a formal complaint, nor action in any court of law.

If you have not received a reply to your protest within 10 business days, contact this person at (916) 568-4232.

This filing will not cause the withdrawal of service, nor conflict with other schedules or rules.

CALIFORNIA AMERICAN WATER

/s/ Lakhjit Thind

Lakhjit Thind
Financial Analyst – Rates and Regulations

Schedule No. LA-3M
Los Angeles County District Tariff Area
MEASURED IRRIGATION SERVICE

Sheet 10

SPECIAL CONDITIONS (Continued):

Fees and Surcharges: (Continued)

- 6. A surcharge is applied to each bill to offset increases in purchase water costs for the Los Angeles County District
 - a. Baldwin Hills
 - i. The surcharge of \$0.0596 per 100 gallons is added to the quantity rate effective November 2, 2018 per Advice Letter 1217 (I)
(C)
 - b. Duarte
 - i. The surcharge of \$0.1351 per 100 gallons is added to the quantity rate effective November 2, 2018 per Advice Letter 1217 (I)
(C)
 - c. San Marino
 - i. The surcharge of \$0.0649 per 100 gallons is added to the quantity rate effective November 2, 2018 per Advice Letter 1217 (I)
(C)

(Continued)

(TO BE INSERTED BY UTILITY)

ISSUED BY

(TO BE INSERTED BY C.P.U.C.)

Advice 1217

J. T. LINAM

Date Filed 11/02/2018

Decision

DIRECTOR - Rates & Regulatory

Effective 11/02/2018

Resolution _____

TABLE OF CONTENTS

Sheet 1

<u>SUBJECT MATTER OF SHEET</u>	<u>C.P.U.C. SHEET NO.</u>
TITLE PAGE	8662-W
TABLE OF CONTENT	8855-W, 8854-W, 8850-W, 8709-W, (C) 8770-W, 8806-W, 8069-W, 8593-W, 8071-W
PRELIMINARY STATEMENTS	7828-W, 8517-W, 8755-W 7748-W, 7749-W, 7750-W, 7751-W, 7752-W, 7753-W, 7754-W, 7755-W, 7756-W, 7757-W, 8079-W, 7759-W, 7830-W, 7831-W, 7832-W, 7833-W, 7834-W, 7835-W, 7836-W, 7837-W, 7838-W, 7769-W, 7770-W, 7771-W, 7772-W, 7773-W, 7774-W, 7775-W, 7776-W, 7777-W, 7778-W, 7779-W, 7780-W, 7781-W, 7782-W, 7783-W, 7784-W, 7785-W, 7786-W, 7787-W, 7788-W, 7789-W, 7790-W, 7791-W, 7792-W, 7793-W, 7794-W, 7839-W, 7796-W, 7797-W, 7798-W, 7799-W, 7800-W, 7801-W, 7802-W, 7803-W, 7804-W, 8510-W, 8081-W, 8082-W, 8178-W, 8302-W, 8459-W, 8460-W, 8516-W, 8756-W
<u>SERVICE AREA MAP:</u> California-American Water Company	5470-W
Larkfield	6569-W
Los Angeles County Baldwin Hills Duarte San Marino	6570-W 6571-W, 6572-W, 6578-W 6573-W, 6574-W, 6575-W, 6576-W, 8211-W
Monterey County	7053-W, 6580-W, ,6581-W, 6582-W, 6583-W, 6584-W, 6585-W, 6586-W, 6587-W, 6588-W, 6589-W, 6590-W, 944 -W, 945 -W, 947 -W, 948 -W, 949 -W, 950 -W, 951 -W, 952 -W, 953 -W, 954 -W, 955 -W, 957 -W, 958 -W, 959 -W, 960 -W, 961 -W, 962-W, 963 -W, 964 -W, 966 -W, 967 -W, 968 -W, 969 -W, 971 -W, 972 -W, 973 -W, 974 -W, 975 -W, 976 -W, 977 -W, 978 -W, 979 -W, 980 -W, 981 -W, 982 -W, 983 -W, 984 -W, 7054-W

(Continued)

<u>(TO BE INSERTED BY UTILITY)</u>	<u>ISSUED BY</u>	<u>(TO BE INSERTED BY C.P.U.C.)</u>
Advice 1217	J. T. LINAM	Date Filed <u>11/02/2018</u>
Decision	DIRECTOR - Rates & Regulatory	Effective <u>11/02/2018</u>
		Resolution _____